

RESOLUTION NO. 2004-120

A RESOLUTION OF THE LODI CITY COUNCIL APPROVING
TRANSFER OF GENERAL FUND CAPITAL IMPROVEMENT
FUNDS TO THE TRANSIT FUND TO CORRECT DEFICIT

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WHEREAS, at the April 26, 2004, City Council meeting, options for curing the negative \$887,238 Transit fund balance were presented and discussed; and

WHEREAS, this amount is the remaining deficit in the Transit fund after various Street and Impact Fee fund transfers were made; and

WHEREAS, the following are options to cure the deficit:

Option 1: Obtain a Measure K advance of Local Street Repair (LSR) funds for future street projects within the Impact Mitigation Fee (IMF) Program. This option is a "Spend to Get" program wherein the City would not actually receive the funds until the project had been paid for. Taking an advance of LSR funds will result in a commensurate reduction in the quarterly payment the City receives.

Option 2: Delay Measure K LSR funded projects. Transfer the Measure K LSR funds to the Transit Fund. In the current fiscal year, fund balance is not sufficient to significantly improve the Transit Fund balance.

Option 3: Transfer General Fund Capital funds to the Transit Fund. Funds are available now for this transfer.

New Option 4: Transfer Streets Impact Mitigation funds to the Street Fund and then from the Street Fund to the Transit Fund by accelerating the reimbursement schedule for Existing Facilities. In explanation, the IMF Program includes a project that reimburses the General Fund – Street Fund for facilities constructed prior to 1991 that had excess capacity that is being used to serve new development. Each year a percentage of the IMF Streets (Local and Regional) revenues are transferred to the Street Fund. The current balance owed to the Street Fund is \$916,993. This amount of cash is not available, so this option means setting up an IMF interfund loan.

WHEREAS, staff recommends Option 3. This is the only alternative that can be done now. Many of the projects that are part of the deficit Street Funds were used in part to construct the Multimodal Station, the Parking Structure, and Elm Street.

NOW, THEREFORE, BE IT RESOLVED that the Lodi City Council does hereby approve Option No. 3 to correct the Transit Fund deficit.

Dated: June 16, 2004

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I hereby certify that Resolution No. 2004-120 was passed and adopted by the Lodi City Council in a regular meeting held June 16, 2004, by the following vote:

AYES: COUNCIL MEMBERS – Beckman, Hitchcock, Howard, and Land

NOES: COUNCIL MEMBERS – None

ABSENT: COUNCIL MEMBERS – Mayor Hansen

ABSTAIN: COUNCIL MEMBERS – None

A handwritten signature in black ink, appearing to read "Susan J. Blackston", with a stylized flourish at the end.

SUSAN J. BLACKSTON
City Clerk